

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE NOTICE OF PURCHASED GAS	)	
ADJUSTMENT FILING OF MT.	)	CASE NO.
OLIVET NATURAL GAS COMPANY,	)	7800-AA
INC.	)	

O R D E R

On October 13, 1980, the Commission issued its Order in Case No. 7800 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On April 24, 1984, Mt. Olivet Natural Gas Company, Inc., ("Mt. Olivet") notified the Commission that it had overcollections due its customers. The overcollections were the result of a retroactive rate decrease by Mt. Olivet's supplier, Columbia Gas Transmission Corporation ("Transmission"). Mt. Olivet submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

After reviewing the record in this case and being advised, the Commission is of the opinion and finds that:

(1) By Order issued August 22, 1983, in Case No. 7800-U, the Commission authorized rates to be effective with gas supplied on and after September 1, 1983.

(2) Subsequent to Mt. Olivet placing these rates into effect, Transmission filed on September 27, 1983, and October 27, 1983, revised tariffs to be effective September 1, 1983. On November 7, 1983, in Case No. 7800-V, Mt. Olivet filed its application to track Transmission's retroactive decrease. By Order issued November 22, 1983, the Commission authorized revised rates effective September 1, 1983, and directed Mt. Olivet to refund any overcollections to its customers.

(3) Mt. Olivet has overcollections in the amount of \$356 that should be returned to its customers.

(4) A refund factor of 17 cents per Mcf should be used as a reduction in the purchased gas adjustment. The refund factor should remain in effect for 2 months or until such time as the full amount has been returned to Mt. Olivet's customers. The refund should begin with meter readings taken on May 1, 1984, or as soon as practical thereafter.


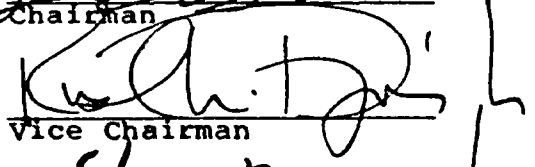

IT IS THEREFORE ORDERED that Mt. Olivet shall apply a refund factor in the amount of 17 cents per Mcf as a reduction in the approved purchased gas adjustment beginning with meter readings taken on May 1, 1984, or as soon as practical thereafter, and this refund factor shall remain in effect until such time as necessary so that the total amount refunded will, as nearly as possible, reflect the amount received. The refund factor will terminate when the amount refunded equals the refund herein reported.

IT IS FURTHER ORDERED that within 30 days of the date of this Order Mt. Olivet shall file with this Commission its revised tariffs setting out the refund factor authorized herein. All other rates and charges shall remain in full force and effect.

IT IS FURTHER ORDERED that within 30 days from the date the refund factor is terminated Mt. Olivet shall file with this Commission a summary statement showing a reconciliation of customer billings and the amount refunded.

Done at Frankfort, Kentucky, this 15th day of May, 1984.

PUBLIC SERVICE COMMISSION

  
Chairman  
  
Vice Chairman  
  
Commissioner

ATTEST:

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Secretary